additional 45 Engineers are at present undergoing training at the manufacturer's facility. 152 pilots from the Boeing-737 cadre have been earmarked for training abroad on A-320 aircraft out of which 62 pilots are already under training at various stages.

As regards Air India there is no proposal at present to depute pilots, flight engineers/ground engineers on training aborad in connection with the flying of Airbus A-300/A-310 aircraft.

Incentives to Private Sector to Invest in Hotel Industry

136. DR. YELAMANCHILI SIVAJI : Will the Minister of CIVIL AVIATION AND TOURISM be pleased to state :

(a) whether it is a fact that Government have notified some incentives to Private Sector to invest in Hotel Industry in order to promote Tourism in the country ; and

(b) if so, what are details in this regard ?

THE MINSITER OF STATE OF THE MINISTRY OF CIVIL AVIATION AND TOURISM (SHRI SHIVRAJ PATIL) : (a) Yes, Sir.

(b) A statement giving details of incentives given to Private Sector to invest in hotel industry is attached.

Statement

Details of Incentives given to private sector to invest in Hotel Industry

Fiscal & others:

(i) Tax exemption in respect of Foreign Exchange Profits under Section 80 HHD of Income Tax Act.

(ii) Tax exemption under section 80CC in respect of investment in new equity.

(iii) Tax Holiday under Section 80-I in respect of 25% of the profits.

(iv) Higher Depreciation Allowance @15 instead of 10% in respect of furniture and fittings.

(v) Tax exemption under Section 80 HH in respect of 20 of profits from hotels set up in backward areas.

(vi) Central investment subsidy on hotels set up in backward areas.

(vii) Enhancement of rate of interest subsidy to 3% for loans granted to 1, 2 and 3 star categories of hotels, by IFCI/TFCI/SFCs.

(viii) Interest Rebate of 20% linked to foreign exchange earnings during the particular year.

(ix) Incentive Quota of Foreign exchange @10% of total earnings for essential imports, publicity and promotion abroad.

(x) Concessional Customs duty on imports of specific equipment/machinery.

(xi) Exemption from Sections 21 and 22 of Monopolies and Restrictive Trade Practices Act.

(xii) Priority allotment of L.P.G. gas/telephone/telex connections and other needs.

Foreign Collaboration :

(a) Permissible in hotel and convention industry with hotel chains, individuals or institutions possessing proven expertise.

(b) Both on management and franchise basis.

(c) Foreign investment permissible in equity capital of the Indian Company upto 40% by foreign collaborator or any individual.

(d) Dividend or any payment due to foreign collaborator is repatriable, as well as capital with appreciation thereof after payment of applicable taxes.

Investment by Non-Resident Indians :

(i) On repatriable basis upto 100%

(ii) On Non-repatriable basis uto 40% in new issues of existing companies, and

(iii) Upto 74% in new investments.

Vacancies of directors on the Board of directors o National airlines

137. DR. YELAMANCHILI SIVAJI : Will the Minister of CIVIL AVIATION AND TOURISM be pleased to state :

(a) what is the number of Directors on the Indian Airlines, Air India and Vayudoot as on Is July, 1989;

(b) what are their names and the duties assigned to each one of them; and

(c) whether there are vacancies on the Boards of each of these Airlines; and if so, since when and what are the reasons for not filling up these vacancies?

THE MINISTER OF STATE OF THE MINISTRY OF CIVIL AVIATION AND TOURISM (SHRI SHIVRAJ PATIL) : (a) and (b) A statement giving names of the Directors on the Boards for Indian Airlines, Air India and Vayudoot, as on the 1st of July, 1989, is attached (*See* below). No specific duties are assigned to individual directors of the boards.

(c) According to the Air Corporations Act, 1953, the Board of Indian Airlines/Air India is to consist of a Chairman and not less than 8 and not more than 14 directors. Similarly, in terms of the Airlines of Association of Vayudoot, the number of directors on the Board of Vayudoot shall be not less than 5 and not more than 15. All three Boards have more than the minimum number of Members stipulated.

Statement

Composition of the Boards of Directors of Air India, Indian Airlines and Vayudoot as on 1st July, 1989.

Air India

1.	Shri Ratan Tata	Chairman
2.	Chairman, Indian Airliaes	Director
3.	Director General, Tourism	,,
4.	Financial Adviser, M/o Civil Aviation & Tourism	,,
5.	Joint Secretary, M/o Civil Aviation & Tourism	,,
6.	Managing Director Air Inda	,,